



2014 STIP Fund Estimate Final Assumptions

2014 FE Assumptions

- **Approval Needed for Fund Estimate (FE) Assumptions**
 - Government Code Section 14524 (d)
- **Importance & Consequences**
- **Direct Impact on STIP/SHOPP Program Capacity**
- **May Revision & Final Budget Act**

2014 FE Assumption Options

- **Economic Recovery and Impact on Revenues:**

- Updated price-based excise tax rates to conform with State Board of Equalization and Department of Finance projections.
- Updated annual vehicle miles traveled rate in Alternative C using the California Air Resources Board emissions model .
- No updates to weight fee estimates.
- **Department recommends Alternative C:**
 - ✓ Total Non-STIP = \$20.05B
 - ✓ Total STIP = \$3.78B

Assumption Options (continued)

● Federal Revenues

- Updated obligation authority (OA) revenues based on FFY 2012-13 estimates, consistent with MAP-21 funding.
- Department recommends Alternative A:
 - ✓ Annual OA to be equal to the 2012-13 level of \$3.16B.
 - ✓ \$15.79B in OA over the entire FE period.

● Motor Vehicle Account (MVA) Transfers

- Department recommends Alternative C:
 - ✓ Assume the Controller will transfer \$10M from the MVA to the SHA over the FE period.

2014 FE Significant Issues

- **Section 183.1 Transfers (SHA 7)**

- Background updated to include additional historical information.
- Current law specifies that miscellaneous revenues will be held in SHA until the Legislature appropriates them.

- **Active Transportation Program (ATP)**

- Updated to include a chart showing the proposal.
- Proposal may change in May Revision or Budget Act.

2014 FE Assumption Updates

- **State Highway Account**

- **Federal Emergency Relief (SHA 13)** – The Department added an assumption to clarify that the 2014 FE does not include any reservation for federal emergency relief funding.
- **TMS Inventory (SHA 16)** – DELETED. The Department determined that the separate line item for TMS inventory may have resulted in over-statement of need.
- **BCP Reservation (SHA 16)** – The Department added a reservation for budget change proposals and finance letters. The 2014 FE will include a total reservation of \$75 million over the FE period.

Assumption Updates (continued)

- **Public Transportation Account**

- **Intercity Rail Operations (PTA 6A)** – The Department added language to subsection A to define Section 209 costs.

“...Pursuant to Section 209 of the Passenger Rail Investment and Improvement Act of 2008 (PRIIA), Amtrak and affected states developed a single, nationwide standardized methodology for establishing and distributing the operating and capital costs associated with the trains operated on state-supported Amtrak Routes...”

Next Steps

- **Approve Assumptions**
- **Draft FE presented to Commission June 11, 2013**
 - Any updates to assumptions will be discussed.
- **Final FE scheduled for August 6, 2013**
 - Commission may delay adoption up to 90 days.